GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:978
ANSWERED ON:28.07.2000
ANTI-DUMPING DUTY ON DAIRY PRODUCTS
PUTTASWAMY GOWDA;UTTAMRAO NATHUJI DHIKALE

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether some eminent persons and dairy farmers have demanded to impose anti-dumping duty on import of subsidised dairy products ;

(b) if so, the reaction of the Government thereto ;

(c) whether some dairy products are highly subsidised in developed countries ;

(d) if so, the details thereof and the percentage of subsidy available to these products in their respective countries ; and

(e) the action proposed to be taken by the Government to safeguard the interests of Co-operative Dairy Farming in India?

Answer

MINISTER OF COMMERCE AND INDUSTRY (SHRI MURASOLI MARAN)

a) & b) The Directorate General of Anti- Dumping & Allied Duties had received representations from M/s. Dynamix Dairy Industries Ltd., National Co-operative Dairy Federation of India Ltd. (NCDFI) and National Dairy Development Board (NDDB) in this regard. The representations were not fully documented in the prescribed proforma to establish prima-facie evidence of dumping, injury and causal link. Anti-dumping investigations are carried out in India under Sections 9A, 9B & 9C of the Customs Tariff (Identification, Assessment & Collection of Anti-Dumping Duty on dumped articles for Determination of Injury) Rules. As per the Rules of Anti-Dumping, anti-dumping investigations are initiated when the Domestic Industry files a petition to the Designated Authority, with prima-facie evidence of dumping, injury and causal link between the dumping of the imported goods and injury to the Domestic Industry. NCDFI / NDDB and M/s. Dynamix Dairy Industries Ltd. were advised to file petitions in accordance with the Rules However, the Domestic industry has not filed any petition in the prescribed proforma nor has it furnished complete information till date to enable the Designated Authority to initiate investigations.

c) & d) Yes, Sir. As per reports available the amount of subsidy provided by EU & USA is given below:-

Subsidy provided on all dairy products by:

USA

Month/Year 1999-2000 (USD / Tonne)

JULY	1101
AUGUST	1062
SEPTEMBER	1029
OCTOBER	1002
NOVEMBER	849
DECEMBER	865
JANUARY	992

Source : Dairy Industry Newsletter.

EU

Month (Year- 2000) SMP WMP

JANUARY	760	1090
APRIL	650	930
MAY	615	850
JUNE	585	830

Source : Dairy Industry Newsletter.

Skimmed Milk Powder Whole Milk Powder.

e) In respect of two tariff lines relating to Skimmed Milk Powder & Whole Milk Powder, the bound rates have been increased from zero to 60 % with a provision for a combined Tariff Rate Quota of 10,000 tonnes at 15 % by the Government. The bound rates have now been put into operation and the applied rate for these two tariff lines have now been raised to 60 % with a provision to allow only 10,000 tonnes to be imported annually as a Tariff Rate Quota with 15 % duty.